

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

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In the Matter of:

KENTUCKY UTILITIES COMPANY)
REQUEST FOR A DEVIATION) CASE NO. 9266
FROM REGULATIONS)

O R D E R

Kentucky Utilities Company ("KU") filed its annual "cost differential for underground service" tariff on January 29, 1985. This tariff was filed in compliance with Regulation 807 KAR 5:041, Section 21(6)(b) and (c). In this filing KU requested a deviation from Regulation 807 KAR 5:041, Section 21(6)(b) and (c). This request for a deviation was made in compliance with Regulation 807 KAR 5:041, Section 22. The specific deviation requested by KU would allow it to calculate the actual cost difference for each subdivision or individual residence requesting underground service instead of the estimated average cost differential as determined by historical costs associated with supplying underground service. KU further stated that recent increases in pad mounted transformers for underground service have been less than increases for pole mounted transformers; therefore using actual cost differentials rather than historical average cost differentials will likely reduce the underground cost differential to the customer.

The Commission having considered the evidence of record and being advised, is of the opinion and finds that the deviation

requested by KU in its tariff filed January 29, 1985, will likely reduce the cost differential for underground service and therefore should be granted.

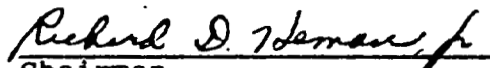
IT IS THEREFORE ORDERED that the deviation from Regulation 807 KAR 5:041, Section 21(6)(a) and (b), requested in the tariff filed by KU on January 29, 1985, be and it hereby is granted.

IT IS FURTHER ORDERED that the tariffs filed by KU in this case be and they hereby are approved for service rendered on and after March 1, 1985.

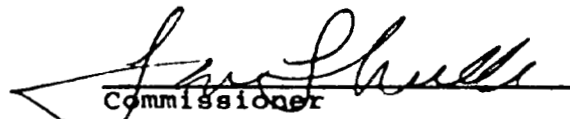
IT IS FURTHER ORDERED that the other sections of the tariff filed on January 29, 1985, be accepted as submitted.

Done at Frankfort, Kentucky, this 1st day of March, 1985.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:

Secretary